

United States District Court Central District of California

UNITED STA	ATES OF AMERICA vs. Docket No. 8:17-cr-00077-RGK-2							
Defendant akas: NONE	ANTHONY PADUANO Social Security No. 1 1 3 0 (Last 4 digits)							
JUDGMENT AND PROBATION/COMMITMENT ORDER								
In th	me presence of the attorney for the government, the defendant appeared in person on this date. MONTH DAY YEAR Dec. 6 2021							
COUNSEL	Amanda Touchton, Retained							
	(Name of Counsel)							
PLEA	X GUILTY, and the court being satisfied that there is a factual basis for the plea. NOLO CONTENDERE OUILTY							
FINDING	There being a finding/verdict of GUILTY , defendant has been convicted as charged of the offense(s) of: Illegal Remunerations for Health Care Referrals, in violation of 42 U.S.C. § 1230-a-7b(b)(1)(A), as charged in the Single-Count Superseding Information.							
JUDGMENT AND PROB/ COMM ORDER	The Court asked whether there was any reason why judgment should not be pronounced. Because no sufficient cause to the contrary was shown, or appeared to the Court, the Court adjudged the defendant guilty as charged and convicted and ordered that: Pursuant to the Sentencing Reform Act of 1984, it is the judgment of the Court that the defendant is hereby committed to the custody of the Bureau of Prisons to be imprisoned for a term of: FOURTEEN (14) MONTHS.							

It is ordered that the Defendant shall pay to the United States a special assessment of \$100, which is due immediately. Any unpaid balance shall be due during the period of imprisonment, at the rate of not less than \$25 per quarter, and pursuant to the Bureau of Prisons' Inmate Financial Responsibility Program.

Pursuant to Guideline §5E1.2(a), all fines are waived as the Court finds that the Defendant has established that he is unable to pay and is not likely to become able to pay any fine.

Pursuant to the Sentencing Reform Act of 1984, it is the judgment of the Court that the defendant, Anthony Paduano, is hereby committed on Count One of the First Superseding Information to the custody of the Bureau of Prisons for a term of **FOURTEEN (14) MONTHS**.

The Court recommends that the Bureau of Prisons conduct a mental health evaluation of the defendant and provide all necessary treatment.

Upon release from imprisonment, the defendant shall be placed on supervised release for a term of THREE (3) YEARS under the following terms and conditions:

1. The defendant shall comply with the rules and regulations of the United States Probation & Pretrial Services Office and Second Amended General Order 20-04, including the conditions of probation and supervised release set forth in Section III of Second Amended General Order 20-04.

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- 2. The defendant shall refrain from any unlawful use of a controlled substance. The defendant shall submit to one drug test within 15 days of release from custody and at least two periodic drug tests thereafter, not to exceed eight tests per month, as directed by the Probation Officer.
- 3. During the period of community supervision, the defendant shall pay the special assessment and restitution in accordance with this judgment's orders pertaining to such payment.
- 4. The defendant shall cooperate in the collection of a DNA sample from the defendant.
- 5. The defendant shall apply all monies received from income tax refunds, lottery winnings, inheritance, judgments and any other financial gains to the Court-ordered financial obligation.
- 6. The defendant shall participate in mental health treatment, which may include evaluation and counseling, until discharged from the program by the treatment provider, with the approval of the Probation Officer.
- 7. As directed by the Probation Officer, the defendant shall pay all or part of the costs of the Court-ordered treatment to the aftercare contractors during the period of community supervision. The defendant shall provide payment and proof of payment as directed by the Probation Officer. If the defendant has no ability to pay, no payment shall be required.

The Court authorizes the Probation Officer to disclose the Presentence Report, and any previous mental health evaluations or reports, to the treatment provider. The treatment provider may provide information (excluding the Presentence report), to State or local social service agencies (such as the State of California, Department of Social Service), for the purpose of the client's rehabilitation.

It is ordered that the Defendant shall pay restitution in the total amount of \$3,045,000.00 pursuant to 18 U.S.C. § 3663(a)(3).

The amount of restitution ordered shall be paid as follows:

<u>Victim</u> <u>Amount</u> Defense Health Agency \$3,045,000.00

A partial payment of \$248,055.00 shall be paid immediately. Restitution shall be due during the period of imprisonment, at the rate of not less than \$25 per quarter, and pursuant to the Bureau of Prisons' Inmate Financial Responsibility Program. If any amount of the restitution remains unpaid after release from custody, nominal monthly payments of at least 10% of defendant's gross monthly income but not less than \$1,000.00, whichever is greater, shall be made during the period of supervised release and shall begin 90 days after the commencement of supervision. Nominal restitution payments are ordered as the Court finds that the defendant's economic circumstances do not allow for either immediate or future payment of the amount ordered.

The defendant shall be held jointly and severally liable with convicted co-defendant Thomas S. Powers, M.D. (Docket No. 8:17CR00077(B)-1) and convicted co-participant Thu Van Le (Docket No. 8:18CR00119-1) for the amount of restitution ordered in this judgment. The victim's recovery is limited to the amount of its loss and the defendant's liability for restitution ceases if and when the victim receives full restitution.

Pursuant to 18 U.S.C. § 3612(f)(3)(A), interest on the restitution ordered is waived because the defendant does not have the ability to pay interest. Payments may be subject to penalties for default and delinquency pursuant to 18 U.S.C. § 3612(g).

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	Case 0.17-C1-00077-RGR Document	. 140 FIIEU 12/00/21	rage 3 010 rage ID #.199
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The Defe	endant is remanded to the custody of the Uni	ted States Marshals Ser	vice forthwith.
The Cour	rt recommends the Bureau of Prisons design	ate the Defendant to a f	acility in Southern California.
The Defe	endant is advised of his right to appeal.		
Bond is o	ordered exonerated.		
The Gove granted.	ernments motion to dismiss underlying char	ges and the Indictment	in this case as to this Defendant only is
cc: USPC); USM; BOP; FISCAL		
Supervise supervision	on to the special conditions of supervision imposed all and Release within this judgment be imposed. The Coon, and at any time during the supervision period or for a violation occurring during the supervision period or the supervision period or a violation occurring during the supervision period or the supervision period of the	ourt may change the condition within the maximum period	ns of supervision, reduce or extend the period of
	12/06/2021	gay Klaum	
_	Date	U. S. District Judge	
It is order	red that the Clerk deliver a copy of this Judgment and	d Probation/Commitment Or	der to the U.S. Marshal or other qualified officer.
		Clerk, U.S. District Cour	t
	12/06/2021 By	s/ Jennifer Graciano	

The defendant must comply with the standard conditions that have been adopted by this court (set forth below).

STANDARD CONDITIONS OF PROBATION AND SUPERVISED RELEASE

Deputy Clerk

While the defendant is on probation or supervised release pursuant to this judgment:

Filed Date

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- 1. The defendant must not commit another federal, state, or local crime;
- The defendant must report to the probation office in the federal judicial district of residence within 72 hours of imposition of a sentence of probation or release from imprisonment, unless otherwise directed by the probation officer;
- 3. The defendant must report to the probation office as instructed by the court or probation officer;
- 4. The defendant must not knowingly leave the judicial district without first receiving the permission of the court or probation officer;
- 5. The defendant must answer truthfully the inquiries of the probation officer, unless legitimately asserting his or her Fifth Amendment right against self-incrimination as to new criminal conduct;
- 6. The defendant must reside at a location approved by the probation officer and must notify the probation officer at least 10 days before any anticipated change or within 72 hours of an unanticipated change in residence or persons living in defendant's residence;
- 7. The defendant must permit the probation officer to contact him or her at any time at home or elsewhere and must permit confiscation of any contraband prohibited by law or the terms of supervision and observed in plain view by the probation officer;
- 8. The defendant must work at a lawful occupation unless excused by the probation officer for schooling, training, or other acceptable reasons and must notify the probation officer at least ten days before any change in employment or within 72 hours of an unanticipated change;

- 9. The defendant must not knowingly associate with any persons engaged in criminal activity and must not knowingly associate with any person convicted of a felony unless granted permission to do so by the probation officer. This condition will not apply to intimate family members, unless the court has completed an individualized review and has determined that the restriction is necessary for protection of the community or rehabilitation;
- 10. The defendant must refrain from excessive use of alcohol and must not purchase, possess, use, distribute, or administer any narcotic or other controlled substance, or any paraphernalia related to such substances, except as prescribed by a physician;
- 11. The defendant must notify the probation officer within 72 hours of being arrested or questioned by a law enforcement officer;
- For felony cases, the defendant must not possess a firearm, ammunition, destructive device, or any other dangerous weapon;
- 13. The defendant must not act or enter into any agreement with a law enforcement agency to act as an informant or source without the permission of the court;
- 14. The defendant must follow the instructions of the probation officer to implement the orders of the court, afford adequate deterrence from criminal conduct, protect the public from further crimes of the defendant; and provide the defendant with needed educational or vocational training, medical care, or other correctional treatment in the most effective manner.

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The defendant must also comply with the following special conditions (set forth below).

STATUTORY PROVISIONS PERTAINING TO PAYMENT AND COLLECTION OF FINANCIAL SANCTIONS

The defendant must pay interest on a fine or restitution of more than \$2,500, unless the court waives interest or unless the fine or restitution is paid in full before the fifteenth (15th) day after the date of the judgment under 18 U.S.C. § 3612(f)(1). Payments may be subject to penalties for default and delinquency under 18 U.S.C. § 3612(g). Interest and penalties pertaining to restitution, however, are not applicable for offenses completed before April 24, 1996. Assessments, restitution, fines, penalties, and costs must be paid by certified check or money order made payable to "Clerk, U.S. District Court." Each certified check or money order must include the case name and number. Payments must be delivered to:

United States District Court, Central District of California Attn: Fiscal Department 255 East Temple Street, Room 1178 Los Angeles, CA 90012

or such other address as the Court may in future direct.

If all or any portion of a fine or restitution ordered remains unpaid after the termination of supervision, the defendant must pay the balance as directed by the United States Attorney's Office. 18 U.S.C. § 3613.

The defendant must notify the United States Attorney within thirty (30) days of any change in the defendant's mailing address or residence address until all fines, restitution, costs, and special assessments are paid in full. 18 U.S.C. § 3612(b)(l)(F).

The defendant must notify the Court (through the Probation Office) and the United States Attorney of any material change in the defendant's economic circumstances that might affect the defendant's ability to pay a fine or restitution, as required by 18 U.S.C. § 3664(k). The Court may also accept such notification from the government or the victim, and may, on its own motion or that of a party or the victim, adjust the manner of payment of a fine or restitution under 18 U.S.C. § 3664(k). See also 18 U.S.C. § 3572(d)(3) and for probation 18 U.S.C. § 3563(a)(7).

Payments will be applied in the following order:

- 1. Special assessments under 18 U.S.C. § 3013;
- 2. Restitution, in this sequence (under 18 U.S.C. § 3664(i), all nonfederal victims must be paid before the United States is paid):

Non-federal victims (individual and corporate), Providers of compensation to non-federal victims,

The United States as victim;

- 3. Fine;
- 4. Community restitution, under 18 U.S.C. § 3663(c); and
- 5. Other penalties and costs.

CONDITIONS OF PROBATION AND SUPERVISED RELEASE PERTAINING TO FINANCIAL SANCTIONS

As directed by the Probation Officer, the defendant must provide to the Probation Officer: (1) a signed release authorizing credit report inquiries; (2) federal and state income tax returns or a signed release authorizing their disclosure and (3) an accurate financial statement, with supporting documentation as to all assets, income and expenses of the defendant. In addition, the defendant must not apply for any loan or open any line of credit without prior approval of the Probation Officer.

When supervision begins, and at any time thereafter upon request of the Probation Officer, the defendant must produce to the Probation and Pretrial Services Office records of all bank or investments accounts to which the defendant has access, including any business or trust accounts. Thereafter, for the term of supervision, the defendant must notify and receive approval of the Probation Office in advance of opening a new account or modifying or closing an existing one, including adding or deleting signatories; changing the account number or name, address, or other identifying information affiliated with the account; or any other modification. If the Probation Office approves the new account, modification or closing, the defendant must give the Probation Officer all related account records within 10 days of opening, modifying or closing the account. The defendant must not direct or ask anyone else to open or maintain any account on the defendant's behalf.

The defendant must not transfer, sell, give away, or otherwise convey any asset with a fair market value in excess of \$500 without approval of the Probation Officer until all financial obligations imposed by the Court have been satisfied in full.

These conditions are in addition to any other conditions imposed by this judgment.

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		RETURN			
I have executed th	ne within Judgment and Comn	nitment as follows:			
Defendant delive	-		to		
Defendant noted	on appeal on				
Defendant releas	ed on				
Mandate issued	on				
	eal determined on				
Defendant delive	ered on		to		
	on designated by the Bureau or	f Prisons, with a certified cop	y of the within Jud	dgment and Commitment.	
	2	•	-		
		United Sta	ntes Marshal		
		Ву			
Date		Deputy M	arshal		
		CERTIFICA	ATE		
I hereby attest ar	nd certify this date that the for			of the original on file in my office, and	d in my
legal custody.	id certify this date that the for	egoing document is a fun, tru	e and correct copy	of the original on the in my office, and	1 111 111y
		Clerk, U.S	S. District Court		
		By			
Filed Date		Deputy Cl	erk		
		EOD II C BRODATION OF	SELCE LIGE ONL	X 7	
		FOR U.S. PROBATION OF			
Upon a finding of supervision, and/o	violation of probation or supe or (3) modify the conditions of	ervised release, I understand t f supervision.	hat the court may ((1) revoke supervision, (2) extend the to	erm of
These co	nditions have been read to me	e. I fully understand the cond	itions and have bee	en provided a copy of them.	
(Signed)	Defendant			,	
	Defendant		Date	,	
	U. S. Probation Officer/Desig	gnated Witness	Date	:	